

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF DELTA)	CASE NO. 2005-00408
NATURAL GAS COMPANY, INC.)	

ORDER

On November 10, 2004, in Case No. 2004-00067,¹ the Commission approved rates for Delta Natural Gas Company, Inc. (“Delta”) and provided for their further adjustment in accordance with Delta’s gas cost adjustment (“GCA”) clause.

On September 29, 2005, Delta filed its proposed GCA to be effective November 1, 2005.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Delta’s notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Delta’s expected gas cost (“EGC”) is \$11.6312 per Mcf, which is \$2.8395 per Mcf more than the previous EGC of \$8.7917.
3. Delta’s notice sets out no current quarter refund adjustment (“RA”). Delta’s notice sets out a total RA of (.01), which represents no change from the previous total RA.

¹ Case No. 2004-00067, Application of Delta Natural Gas Company, Inc. for an Adjustment of Rates, Order dated November 10, 2004.

4. Delta's notice sets out a current quarter actual adjustment ("AA") of (95.64) cents per Mcf. Delta's total AA is 81 cents per Mcf, which is a decrease of \$1.2756 per Mcf from the previous total AA.

5. Delta's notice sets out a balance adjustment ("BA") of (11.18) cents per Mcf, which represents a decrease of \$1.4613 per Mcf from the previous BA.

6. Delta's GCA is \$12.3293 per Mcf, which is 10.26 cents per Mcf more than the previous GCA of \$12.2267.

7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for final meter readings by Delta on and after November 1, 2005.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for final meter readings on and after November 1, 2005.

2. Within 20 days of the date of this Order, Delta shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 24th day of October, 2005.

By the Commission

ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2005-00408 DATED October 24, 2005

The following rates and charges are prescribed for the customers in the area served by Delta Natural Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATE SCHEDULES

AVAILABILITY

Available for general use by residential, commercial, and industrial customers.

RATES

	<u>Base Rate</u>	plus	<u>Gas Cost Recovery Rate</u>	equals	<u>Total Rate</u>
Residential					
Monthly Service Charge	\$ 9.80				
All Mcf	\$4.1592		\$12.3293		\$ 16.4885
Small Non-Residential					
Monthly Service Charge	\$ 20.00				
All Mcf	3.7950		12.3293		\$ 16.1243
Large Non-Residential					
Monthly Service Charge	\$ 72.00				
First 200 Mcf	\$ 3.7950		\$12.3293		\$16.1243
Next 800 Mcf	2.1461		12.3293		14.4754
Next 4,000 Mcf	1.3500		12.3293		13.6793
Next 5,000 Mcf	.9500		12.3293		13.2793
Over 10,000 Mcf	.7500		12.3293		13.0793

Interruptible

Monthly Service Charge	\$ 250.00		
First 1,000 Mcf	\$ 1.6000	\$12.3293	\$ 13.9293
Next 4,000 Mcf	\$ 1.2000	12.3293	13.5293
Next 5,000 Mcf	.8000	12.3293	13.1293
Over 10,000 Mcf	.6000	12.3293	12.929